

Water Pollution Control State Revolving Fund Intended Use Plan and Project Priority List

State Fiscal Year 2007

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**MONTANA
WATER POLLUTION CONTROL STATE REVOLVING FUND
SFY 2007 INTENDED USE PLAN**

I. INTRODUCTION

The State of Montana proposes to adopt the following Intended Use Plan (IUP) for state fiscal year 2007 as required under Section 606 of the Clean Water Act.

The primary purpose of the IUP is to identify the proposed annual intended use of the federal and state funds available to the Montana Water Pollution Control State Revolving Fund (WPCSRF). Federal dollars appropriated in one year are available for use in the next year (i.e. the FFY 2006 appropriation is available in FFY 2007). The State match will be raised through the sale of general obligation bonds as the need for funds arises. The draft IUP was reviewed by the public and the final version reflects the results of this review.

The IUP includes the following:

- I. Introduction
- II. List of Projects
- III. Order of Funding
- IV. Uses of the Revolving Fund
- V. Goals and Objectives
- VI. Activities to be Supported
- VII. Assurances and Specific Proposals
- VIII. Criteria and Method for Distribution of Funds
- IX. Subsidies to Disadvantaged Communities
- X. Public Comment, Amending IUP, State Commitment of Funds

II. LIST OF PROJECTS

The WPCSRF program is intended to provide low interest loans for the planning, design and construction of water pollution control projects. A complete list of any and all eligible projects that are considered possible candidates for assistance from the WPCSRF program can be found in **Attachment 1**, the Project Priority List (PPL).

Those projects with binding commitment dates occurring within the next two upcoming state fiscal years are considered active and viable projects. A binding commitment will be in the form of a written agreement between the State of Montana and a borrower describing the project and indicating the amount of the loan and the time at which the funds will be made available. The binding commitment obligates the State to make the loan and the borrower to receive the proceeds and repay, as per specified terms.

III. ORDER OF FUNDING

WPCSRF funds will be administered on a first-come, first-served basis. As demand for the money increases, the following factors will be considered when the project is ranked by the State:

1. Need for and benefit to be derived by the project as determined by the annual project priority list. In FFY 1999 Montana developed and implemented a new watershed approach project priority list ranking system. In SFY 2002, Montana made a few minor modifications to the ranking system. Minor changes were made to the activity-specific category, and the available points in the readiness category were doubled. This will allow projects that are ready for construction to move higher on the list.

The ranking criteria were modified in SFY2006. Due to the fact that Montana does not currently have a system for prioritizing watersheds for the implementation of TMDLs, the WPCSRF ranking system no longer includes an option for awarding points based on TMDL (watershed) priority. The criteria and number of points assigned to a proposed project for its effectiveness in improving water quality has been changed to simplify the ranking process and to provide a level of consistency. Beneficial uses, for which water quality standards and TMDLs are based, are still considered in the ranking process. Additional criteria were added to the 'Activity-Specific' section pertaining to non-point source projects in an effort to better break down the individual water quality benefits associated with the proposed project. In an effort to direct more SRF funds toward projects that effectively improve water quality, 25 additional priority points will be added to projects designed to meet watershed TMDLs. Also, points assigned toward refinancing existing long-term debt will be limited to 10 total points per project.

2. Ability of the municipality or private concern to finance the project, with and without loan assistance (See Section IX).
3. Amount of financial assistance available from the revolving fund and the cumulative amount of funds requested by other applicants.

IV. USES OF THE WATER POLLUTION CONTROL STATE REVOLVING FUND

The WPCSRF may be used to:

1. Provide low interest loans to municipalities for cost-effective wastewater treatment systems, new interceptors, collectors, and appurtenances, infiltration/inflow correction, sewer system rehabilitation, correction of combined sewer overflows, and construction of new storm sewers and detention basins. The low interest loans can be made for up to 100 percent of the total project cost. As of the beginning of FY07, approximately \$201.0 million in loans have been made to communities in Montana. Each of these loans has had a total loan interest rate of 4% or less. Program interest rates will be evaluated and set annually;
2. Refinance qualifying debt obligations for water pollution control facilities if the debt was incurred and construction initiated after March 7, 1985. As of the beginning of FY07 approximately \$5.3 million of debt has been refinanced through this program;
3. Guarantee or purchase insurance for local debt obligations. As of the beginning of FY07, no loans have been made for this purpose;
4. Provide a source of revenue or security for general obligation bonds, the proceeds of which are deposited in the revolving fund. As of the beginning of FY07, \$1.3 million has been provided for this purpose. There is a 1% loan loss reserve surcharge included as part of the 3.75% interest rate for loans not qualifying for a hardship. The use of the surcharge is to pay principal and interest on state G.O. Bonds if the Debt Service Account is insufficient to make payments. This is to secure \$24.7 million in State General Obligation Bonds. The excess over the required reserve was transferred to the principal account to make loans. In FY07 it is anticipated that approximately \$1 million will be transferred to the principal account.
5. Provide loan guarantees for similar revolving funds established by municipalities. As of the beginning of FY07, no loans have been made for this purpose;
6. Finance non-point source pollution control (Section 319) implementation projects or programs. As of the beginning of FY07, approximately \$34.0 million has been loaned out for these types of projects;

7. Earn interest on program fund accounts. At the beginning of FY07, cash flow analysis demonstrates this program will continue to be a strong source of loan funds after the federal grants are terminated. Interest income to date has been used to pay off program G.O. Bond debt. The interest earnings of \$8 million in FY07 will be used to pay debt, and excess funds are used to make loans in the program;
8. Pay reasonable administrative costs of the WPCSRF program not to exceed four (4) percent (or the maximum amount allowed under the federal act) of all federal grants awarded to the fund. In addition to using WPCSRF funds for administration, each loan has an administrative surcharge included in the 3.75% interest rate charged to borrow. The surcharge is 0.75%. The reserve generated from this surcharge will be used for WPCSRF administration costs not covered by the EPA grants after capitalization grants cease and pay for administration of projects using recycled funds. As of the beginning of FY07, there was approximately \$2.4 million available for this purpose. Capitalization grants are approved by Congress every year and EPA is currently projecting WPCSRF funding through FFY11. If needed, these administrative funds could be transferred to the principal account and used to make loans. In SFY07, it is anticipated that approximately \$1,000,000 in administrative surcharge funds will be transferred to the principal account.

A determination of which projects are selected from the PPL, the amount of assistance, and financing terms and conditions, will be made by the Montana Department of Environmental Quality (DEQ) and the Montana Department of Natural Resources and Conservation (DNRC).

At the Governor's discretion, the state may transfer up to 33 percent of its Drinking Water SRF capitalization grant to the WPCSRF or an equal amount from the WPCSRF to the Drinking Water SRF. Transfers could not occur until at least one year after receipt of the first capitalization grant, which was June 30, 1999. This transfer authority was effective thru fiscal year 2001. One-year extensions of this transfer authority were granted through the Appropriation Bill for fiscal years 2002 - 2006. Another one-year extension is expected with the FY07 appropriation bill. In addition to transferring grant funds, States can also transfer state match, investment earnings, or principal and interest repayments between SRF programs.

Table 1 itemizes the amount of funds that have been transferred to and from the WPCSRF program.

Table 1 - Amounts Available to Transfer between State Revolving Fund Programs

Year	Transaction Description	Banked Transfer Ceiling	Transferred from CWSRF to DWSRF	Transferred from DWSRF to CWSRF	DWSRF Funds Available for Transfer	CWSRF Funds Available for Transfer
1997	DW Grant Award	\$4,892,646	---	---	\$4,892,646	\$4,892,646
1998	DW Grant Award	7,242,675	---	---	7,242,675	7,242,675
1999	DW Grant Award	9,705,729	---	---	9,705,729	9,705,729
2000	DW Grant Award	12,265,539	---	---	12,265,539	12,265,539
2000	Transfer (2 nd Rnd \$)	12,265,539	4,750,328	-0-	17,015,867	7,515,211
2001	DW Grant Award	14,835,942	---	---	19,586,270	10,085,614
2001	Transfer (2 nd Rnd \$)	14,835,942	4,032,158	-0-	23,618,428	6,053,456
2002	DW Grant Award	17,493,267	---	---	26,275,753	8,710,781
2004	DW Grant Award	20,134,620	---	---	28,917,106	11,692,088
2004	Transfer (2 nd Rnd \$)	20,134,620	-0-	2,559,810	26,357,296	14,251,898
2005	Transfer (2 nd Rnd \$)	20,134,620	-0-	2,570,403	23,786,893	16,822,301
2005	Transfer (2 nd Rnd \$)	20,134,620	-0-	1,000,000	22,786,893	17,822,301
2005	DW Grant Awards	25,608,858	---	---	22,786,893	17,822,301
2006	Transfer (1 st Rnd \$)		-0-	5,000,000	16,129,638	24,479,826
2006	DW Grant Award	28,324,527	-	-	18,845,307	27,195,495

There are not expected to be transfers between the DWSRF and the WPCSRF this fiscal year.

V. GOALS AND OBJECTIVES

Long-Term Goal and Objectives

The long-term goal of the WPCSRF is to maintain, restore and enhance the chemical, physical and biological integrity of the State's waters for the benefit of the overall environment and the protection of public health.

Objectives:

1. Provide affordable financial assistance for eligible applicants concurrent with the objective of maintaining a long-term, self-sustaining State revolving fund program; and
2. Fulfill the requirements of pertinent federal, state and local laws and regulations governing water pollution control activities, while providing the state and local project sponsors with maximum flexibility and decision-making authority regarding such activities.

Short-Term Goal and Objectives

The short-term goals of the WPCSRF are to continue to preserve and improve the quality of the State's waters (surface and groundwater), to meet the wastewater treatment needs of the state, and to eliminate any public health hazards related to the discharge of inadequately treated wastewater. As an estimated measure of the environmental benefits attained through funding of water pollution control projects, the WPCSRF program will continue to complete an environmental benefits spreadsheet for each project during SFY07.

Objectives:

1. Maintain and promote the WPCSRF program, which provides low interest financing (up to 100 percent loans) for water pollution control projects; provide approximately ten loans;
2. Ensure the technical integrity of WPCSRF projects through the review of planning, design plans and specifications, construction activities and development of a sound operation and maintenance program;
3. Ensure compliance with all pertinent federal, state and local water pollution control laws and regulations;
4. Obtain optimum turnover of the funds for the State in the shortest reasonable time; fund eligible NPS projects;
5. Simplify the administrative and regulatory requirements of the program, without sacrificing project quality, to make the financial assistance readily accessible; coordinate on a regular basis, with DNRC and financial consultants to consider ways to improve the program and optimize use of resources; and
6. Apply for all available appropriated federal funds contingent upon federal legislation.

VI. INFORMATION ON THE ACTIVITIES TO BE SUPPORTED

The primary type of assistance to be provided by the WPCSRF is expected to be loans. The State plans on reserving an amount equal to four (4) percent of the federal capitalization grant for administrative expenses. On a more limited basis, the State may provide funds for refinancing existing debt, guarantee or buy insurance for local debt obligations, or leverage bond issues.

From the WPCSRF, these types of assistance will be provided to local communities, sanitary sewer districts, counties, eligible private concerns, or other sub-governmental units recognized under Montana statutes for the construction of publicly-owned wastewater treatment facilities or non-point source water pollution control projects.

VII. ASSURANCES AND SPECIFIC PROPOSALS

The State will assure compliance with the following sections of the law in the State/EPA Operating Agreement, of which this document is a part. In addition, the State has developed specific

proposals for implementation of those assurances in the rules promulgated by the Montana Department of Environmental Quality (DEQ) and the Montana Board of Natural Resources (DNRC).

- Section 602(a) - Environmental Reviews - The State of Montana certifies that it will conduct environmental reviews of each project receiving assistance from the WPCSRF. Montana will follow EPA approved, NEPA-like procedures in conjunction with such environmental reviews.
- Section 602(b)(3) - Binding Commitments - The State of Montana certifies that it will enter into binding commitments equal to at least 120 percent of each quarterly grant payment within one year after receipt.
- Section 602(b)(4) - Timely Expenditures - The State of Montana certifies that it will expend all funds in the WPCSRF in an expeditious and timely, yet feasible, manner.
- Section 602(b)(6) - Compliance with Title II Requirements - The State of Montana certifies that the applicable Title II requirements listed under this section will be satisfied in the same manner as projects constructed under Title II of the Clean Water Act.

VIII. CRITERIA AND METHOD FOR DISTRIBUTION OF FUNDS

WPCSRF funds will be distributed using the methods and criteria for eligible activities described in the WPCSRF program rules that have been adopted by the DEQ and DNRC. As previously described, WPCSRF funds will be allocated on a first-come, first-served basis until demand for funds exceeds available supply. At that time, funds will be distributed in accordance with the procedure developed in the DEQ Administrative Rules. This procedure considers ranking on the Priority List, readiness of the project to proceed, and impacts of the project to the WPCSRF. Loan terms and interest rates will be determined in accordance with the Administrative Rules adopted by the DNRC. The WPCSRF program may choose to limit the maximum amount of any loan if the demand for loan funds exceeds the availability of funds. Interest rates must be established to generate sufficient revenues to allow the State to make the principal and interest payments on general obligation bonds sold to generate the State match. Ability to repay the loan will also be considered when establishing loan terms. The types of financial assistance provided by the WPCSRF will initially be based on the applicant's request. It is anticipated that the majority of assistance will be provided in the form of direct loans.

IX. SUBSIDIES TO DISADVANTAGED COMMUNITIES

Communities seeking a WPCSRF loan that meet the disadvantaged criterion listed below may receive an additional subsidy on their WPCSRF loans, beyond the standard below-market rate financing. This includes communities that will meet the disadvantaged criterion based on projected rates as a result of the project.

A community is considered economically disadvantaged when its combined monthly water and wastewater system rates are greater than or equal to 2.3% of the community's Median Household Income (MHI). If the community has only a wastewater system, the percentage is 0.9% of the community's MHI. These percentages are consistent with affordability requirements of other state funding agencies in Montana. The water and sewer rates used for this calculation include new and existing debt service and required coverage, new and existing operation and maintenance charges, and depreciation and replacement of equipment.

To assist these economically disadvantaged communities, the WPCSRF loan program will provide to qualifying communities a 1.0% interest rate reduction. The total amount of reduced interest rate loans that the WPCSRF will issue under any single capitalization grant will be limited to 20% of that capitalization grant beginning in FFY 1998. This measure is taken to ensure that the corpus

of the WPCSRF fund will be maintained and the program will be able to operate in perpetuity, while still providing some additional assistance to economically disadvantaged communities. The maximum loan amount is \$500,000.

X. PUBLIC COMMENT, AMENDING IUP, STATE FINANCIAL COMMITMENT

Public Review and Comment – One public hearing was held on Tuesday, June 20, 2006, in Helena to discuss the SFY 2007 PPL and to allow public comment on the draft IUP. Public notice concerning the PPL and IUP will be available to the public.

Amending the IUP - A simple addition to the PPL and IUP will be allowed after notification has been provided to affected projects already on the list. If a project scheduled to receive loan assistance within the year is displaced by the addition of a new project, a formal public hearing will be held to allow comment on the modifications to the PPL and IUP.

State Financial Commitment - The 1989 Montana Legislature passed House Bill 601, entitled the Wastewater Treatment Revolving Fund Act, which was subsequently signed into law by the Governor. The Act created the new program, established administrative procedures and allowed for a sale of state general obligation bonds in an amount not to exceed ten million dollars. The 1995 Montana Legislature passed House Bill 493, which was subsequently signed into law by the Governor. Among the State Financial Commitment - The 1989 Montana Legislature passed House Bill 601 titled the Wastewater Treatment Revolving Fund Act, which was subsequently signed into law by the Governor. The Act created the new program, established administrative procedures and allowed for a sale of state general obligation bonds in an amount not to exceed ten million dollars. The 1995 Montana Legislature passed House Bill 493, which was subsequently signed into law by the Governor. Among other things, the Act allowed for the sale of state general obligation bonds in an amount not to exceed an additional five million dollars. The 1999 Montana Legislature passed House Bill 110, which gives the WPCSRF an additional fifteen million dollars in general obligation-bonding authority. The 2003 Montana legislature passed House bill 46, which gives the WPCSRF an additional ten million dollars in general obligation-bonding authority. The combined bonding authority provided by these four bills furnishes the WPCSRF with forty million dollars in state general obligation bond authority, which provides enough funds to match all federal appropriations (1989-2006) that have been awarded to the program to date, as well as excess bond authority for potential future federal appropriations. In 2005 with HB142, the Legislative session allowed the Bond authority to be up to \$40 million in outstanding bonds. The State held its first bond sale in 1991. In June of 1996 Montana held its second and third bond sales to provide State match funds for projects scheduled to proceed in FFY 1997. In March of 1998 a fourth bond sale was held to provide State match for projects scheduled to proceed in FFY 1998 and 1999. In March of 2000 a fifth bond sale was held to provide State match for projects scheduled to proceed in FFY 2000 and 2001. In June 2001 a sixth bond sale was held to provide match for projects scheduled to proceed in 2002 and 2003. In June of 2003 a sixth bond sale was held to provide match for projects projected to proceed in 2003. In April of 2004 a seventh bond sale was held to provide match for projects projected to proceed in 2004. A fifth bond sale was held in April of 2005 to provide state match for proposed projects to proceed in 2005.

Attachment 1

MONTANA

WPCSRF Project Priority List

State Fiscal Year 2007

Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
1	Belgrade WWTP/SCS	C301048	I, IVB	320	\$4,510,000	Feb-01
2	East Helena	C301178	I, II, IIIA	320	\$3,477,000	Sep-99
3	Lewistown, City of	C302173	I, II, IVA	314	\$500,000	Dec-03
4	Bigfork N Sewer (Phase II)	C302179	IVA	310	\$2,350,000	Sep-05
5	Virginia City, Town of	C301162	I, IVA	290	\$724,000	Oct-02
6	Lewis & Clark Co Fairgrounds/Woodland	C302192	IVA, IVB	286	\$50,000	Oct-06
7	Richey WWTP	C301136	I	282	\$500,000	Dec-04
8	Scobey, City of	C304150	I, IIIB	278	\$2,000,000	Apr-05
9	Manhattan WWTP	C301087	I, IIIB	276	\$1,950,000	Jan-06
10	Kalispell, City of	C302176	II, IVA, IVB	275	\$10,000,000	Aug-06
11	Bigfork WWTP	C301202	II	265	\$1,100,000	May-07
12	Dodson, Town of	C304155	I, IVB	264	\$210,000	Dec-06
13	Lewis & Clark County NPS Project #2	C307181	VIIJ	262	\$800,000	Oct-08
14	Bozeman WWTP & Collection	C303105	I, IIIA, IVA, IVB	261	\$20,000,000	Dec-06
15	Hinsdale/Valley County	C301181	I	260	\$125,000	Aug-04
16	Superior, Town of	C303184	I, IVA	256	\$800,000	May-04
17	St. Ignatius WWTP	C301183	I, IIIB	254	\$500,000	Jul-06
18	Big Sky WWTP Improvement Phase II	C301184	II, IVA	252	\$13,000,000	Sep-02
19	Bigfork-Mayport Harbor Sewer Extension	C302205	IVA	252	\$650,000	Dec-06
20	Ennis WWTP/SCS	C301185	I, IVA	246	\$1,000,000	Nov-03
21	Wisdom Sewer District	C301111	I	242	\$300,000	Jun-07
22	Anaconda - West Valley	C302193	IVA	240	\$500,000	Dec-07
23	Billings-Briarwood Sanitary Sewer Main Ext	C301206	IVA	240	\$4,800,000	Mar-06
24	Missoula - Broadway & Birch	C302196	IVA, IVB	240	\$1,400,000	Aug-05
25	Missoula - Gilbert Ave	C302201	IVA	240	\$528,000	Aug-05
26	Missoula - Lincolnwood I	C302197	IVA	240	\$500,000	Nov-05
27	Missoula - Rattlesnake Collectors	C302004	IVA	240	\$5,000,000	Dec-06
28	Missoula, Lincolnwood II	C302199	IVA	240	\$860,000	Apr-06
29	Columbia Falls Treatment	C301200	II	235	\$1,500,000	Dec-07
30	Cascade Co. - Upper & Lower River Road (Ph II)	C302171	I, IVA	230	\$1,250,000	Dec-08
31	DNRC NPS Projects	C307175	VIIA, VIIE	230	\$1,800,000	Jun-07
32	Rudyard W&S District	C304153	IIIB	228	\$83,000	Jul-07
33	Lavina, Town of	C301163	I, IIIA	226	\$121,000	Dec-01
34	Big Sandy WWTP	C303194	I, IIA	211	\$832,338	Mar-08
35	Lolo WWTP (Phase II) Missoula County	C301215	I, II	211	\$1,500,000	Jul-07
36	Billings - WWTP Headworks Replacement & Improvements	C301205	I	202	\$5,797,000	Jul-05

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Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
37	Butte WWTP - BNR	C301193	II	200	\$10,000,000	Dec-08
38	Whitehall, Town of	C303190	I, IIIA	200	\$1,800,000	Sep-07
39	Saltese W&S District	C303189	I, IVA, IVB	196	\$560,000	Aug-08
40	Columbia Falls Collection	C302188	IVA	192	\$100,000	Jul-08
41	Glasgow WWTF Upgrade	C304147	I, IIIB	192	\$1,063,000	Dec-06
42	Seeley Lake Sewer	C303187	I, IVA, IVB	190	\$1,800,000	Jul-07
43	Hebgen Basin/West Yellowstone Refuse District	C307173	VIII E	187	\$4,136,000	Dec-01
44	Agricultural BMP's	C307174	VIIA, VIII E	180	\$1,000,000	Dec-08
45	Plains	C303153	I, IVA	178	\$100,000	Dec-07
46	Havre, City of	C301053	I, II	176	\$2,000,000	Dec-08
47	Charlo	C301186	I, II	174	\$500,000	Dec-07
48	Conrad WWTP	C301189	I	173	\$1,200,000	Dec-07
49	Lockwood Sewer Sys. (Phase I)	C303110	I, IVA	170	\$10,000,000	Sep-07
50	Malta	C301197	I	164	\$3,500,000	Mar-07
51	Pablo W&S District	C301199	I	164	\$1,000,000	Mar-07
52	Valier, Town of	C302187	IIIB	163	\$1,300,000	Jul-06
53	Hamilton WWTP	C301214	I, II, IIIA	161	\$3,100,000	Mar-07
54	Lewis & Clark County WWTP/SCS (Helena Valley)	C302030	I, IVA, IVB	160	\$500,000	Dec-07
55	Missoula - West Reserve Interceptor	C302167	IVA	160	\$5,200,000	Dec-07
56	North Baker-Fallon Co. W&S Dist	C302024	IVA, IVB	160	\$910,000	Aug-07
57	Custer W&S District	C303188	I, IIIA	158	\$120,000	Jul-06
58	Three Forks, Town of	C301203	I, IIIA, IIIB	158	\$1,340,000	Dec-08
59	Twin Bridges, Town of	C301204	IIIB	158	\$800,000	Dec-07
60	Greater Woods Bay W&S Dist	C303191	II, IVA	154	\$1,000,000	Dec-08
61	Fairfield	C301127	I, IIIB	152	\$532,000	Dec-08
62	Billings Heights Collectors	C302015	IVA, IVB	142	\$2,000,000	Dec-08
63	Meadowlark W&S Dist	C302178	IVA, IVB	142	\$250,000	Dec-08
64	Cabinet Height Sewer - Libby	C302190	IVA, IVB	140	\$2,500,000	Jul-07
65	Jordan, Town of	C304143	I, IIIB	138	\$300,000	Dec-07
66	Livingston (WWTP)	C303181	I, II	138	\$500,000	Aug-06
67	Conservation Easement - General	C307178	VIIA	136	\$2,000,000	Aug-08
68	Glendive Lift Station	C302175	IVA	134	\$150,000	Dec-08
69	Hebgen Lake Estates	C301220	I	134	\$1,283,000	Jun-07
70	Whitefish Interceptor & I/I	C302047	IIIA, IVB	132	\$2,000,000	Dec-08
71	Dayton Sewer District	C303183	I, IVA, IVB	130	\$500,000	Dec-08
72	Opportunity	C303108	I, IVA, IVB	130	\$500,000	Dec-08
73	Deer Lodge Collection & Treatment	C301209	I, II, IVA	128	\$1,500,000	Dec-07
74	Fort Benton Storm Sewer	C305173	VIID, V	126	\$753,500	Jan-08
75	Philipsburg, Town of	C302207	I,II, III, IVA	126	\$3,000,000	Dec-08
76	Sun Prairie Village Co W&S Dist	C301195	I, IIIA	126	\$84,000	Aug-08
77	Helena NPS, City of	C307182	VIIJ	122	\$1,000,000	Dec-07
78	Absarokee	C301198	I	120	\$1,000,000	Dec-08
79	Bridger Pines	C3033183	I	120	\$20,000	Aug-07
80	Hardin, City of (Phase II)	C303186	I, IIIB	120	\$1,700,000	Jul-07

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Rank	Project	EPAID	Project Description	Ranking Total	Amount	Commit Date
81	Glendive NPS Project	C307183	VIIIE	118	\$500,000	Jul-08
82	Joliet, Town of	C304151	I, IIIB	118	\$500,000	Jul-07
83	Lodge Grass	C301074	I	118	\$300,000	Dec-10
84	Laurel WWTP/SCS	C301055	I, IVA	114	\$1,000,000	Jul-05
85	Treasure State Acres Sewer Dist	C301158	I	114	\$650,000	Aug-08
86	Livingston Collection	C303138	IIIB	113	\$1,400,000	May-05
87	Sheridan	C301160	I, IIIA	112	\$500,000	Dec-07
88	Libby, City of	C303151	I, IVA	110	\$3,100,000	Aug-08
89	Missoula - West Mullan Collectors	C302077	IVA	110	\$400,000	Aug-07
90	Bainville WWTP Upgrades	C301221	I, IIA	108	\$153,608	Jul-08
91	Circle, Town of	C301196	I, IIIB	107	\$1,200,000	May-08
92	Glendive Storm Sewer	C305170	VIID	105	\$1,000,000	Dec-08
93	Choteau WWTP Upgrade	C303097	I	104	\$1,500,000	Dec-08
94	Columbus Storm Drain	C305171	VIID	104	\$1,400,000	Sep-08
95	Winifred WWTP	C303193	I, IIIA	104	\$150,000	Jan-08
96	Ronan WWTF Improvements	C301222	II	102	\$300,000	May-07
97	Fort Benton Collection	C304156	IIIA	100	\$200,000	Aug-08
98	Missoula - NPS - Open Space, City of	C307180	VIID	100	\$1,000,000	Jul-08
99	Missoula Co. - Wye	C302189	IVA, IVB	100	\$13,000,000	Oct-06
100	Culbertson, Town of	C301137	I, IVA	98	\$500,000	Dec-08
101	Helena -Harris Street Stormdrain	C307187	VIID	96	\$1,394,500	Dec-08
102	Ekalaka Collection	C302206	IIIB	92	\$700,000	Aug-08
103	Harlowton WWTP Improvements (II)	C301213	I	91	\$100,000	Jul-07
104	Whitefish WWTP (II)	C301217	II	91	\$1,100,000	Dec-07
105	Colstrip, City of	C301216	I, IIIB	88	\$1,000,000	May-07
106	Black Eagle Water District - Collection	C302185	IIIB	87	\$200,000	Dec-08
107	Dutton, Town of	C301210	I, IIIB	86	\$1,000,000	Jul-08
108	Ennis Collection	C304157	IIIA	86	\$200,000	Aug-08
109	Lewis & Clark County NPS Project #1	C307176	VIIIE	82	\$500,000	Dec-07
110	Polson Collection	C302200	IIIA, IVA	79	\$1,500,000	Sep-08
111	Crow Agency Tribal Owner Utility	C304152	IIIB, I	78	\$3,000,000	Jul-08
112	Fort Smith W&S Dist Upgrades	C301218	I	78	\$250,000	Feb-06
113	Ramsay W&S Dist	C301207	I	78	\$200,000	Aug-08
114	Wibaux, Town of	C301201	I	78	\$115,000	Jul-07
115	Yellowtail W&SD WWTF Upgrades	C301219	I	78	\$2,500,000	Jul-08
116	Ennis Storm Sewer	C305174	VIID	76	\$750,000	Aug-08
117	Ravalli County	C302191	IVA, IVB	76	\$350,000	Aug-07
118	Westshore-Lake Co W&S Dist	C302075	IVA	70	\$1,000,000	Dec-08
119	Baker, City of	C302186	IIIG, IVA	69	\$800,000	Dec-08
120	Evergreen Co W&S District	C303185	I, IVA, IVB	67	\$10,000,000	Dec-08
121	Forsyth, City of	C304142	IIIB	67	\$800,000	Jul-08
122	Glendive Collection	C301208	IIIB	57	\$210,000	Aug-08
123	Martinsdale	C303046	I, IVA, IVB	55	\$900,000	Dec-08

PROJECT DESCRIPTION CATEGORIES

I	Secondary Treatment	VIID	NPS Urban Runoff
II	Advanced Treatment	VIIE	NPS Ground Water
IIIA	Infiltration/Inflow Correction	VIIF	NPS Marinas
IIIB	Major Sewer System Rehabilitation	VIIG	NPS Resource Extraction
IVA	New Collectors & Appurtenances	VIIH	NPS Brownfields
IVB	New Interceptors & Appurtenances	VII-I	NPS Storage Tanks
V	Correction of Combined Sewer Overflows	VIIJ	NPS Sanitary Landfills
VI	Stormwater Control	VIIK	NPS Hydromodification
VIIA	NPS Agric. (Cropland)	VIII	Confined Animals-Point Source
VIIB	NPS Agric. (Animals)	IX	Mining-Point Source
VIIC	NPS Silviculture		

**ATTACHMENT II
PROGRAM FUNDING STATUS
MONTANA WPCSRF PROGRAM**

FISCAL YEARS 1990 TO 2006

Capitalization Grants	\$118,360,565	
State Match	\$ 23,672,113	
Overmatch from RIT, C.O.I. fees, investments, LLS.	\$ 18,823,788	
Program Administration Allowance	(\$ 4,736,583)	
Available to Loan		\$156,273,243
Principal Repayments and Interest as of May 26, 2006	\$54,720,070	
Transfers to DWSRF(principal repayments)	(\$ 2,652,273)	
Transfers from DWSRF (direct capitalization grants)	\$ 5,000,000	
Funds Available to Loan Through FY06		<u>\$213,341,040</u>

FISCAL YEAR 2007

Anticipated Capitalization Grants	\$4,200,000	
Anticipated State Match		
- Normal G.O. Bond match	\$ 840,000	
- Additional G.O. Bond Match	\$ 00	
- Estimated Loan Loss Surcharge (LLS)	\$1,000,000)	
Program Administration Allowance	(\$ 168,000)	
Anticipated Principal Repayments and Interest (FY06)	\$8,000,000	
Anticipated Overmatch (RIT or other)	\$ 10,000	
Anticipated transfers from special administration Acct.	\$1,000,000	
Available to Loan FY07		<u>\$ 14,882,000</u>

Total Funds Dedicated to Loan	\$228,223,040
Loans made through May 24, 2006	(\$201,306,747)
Funds available for Loans in SFY07	\$ 26,916,293
Amount of Estimated Loans Identified on Attachment 1 of Fiscal year 2007 Intended Use Plan	\$157,417,838